



CHIP ENG SENG CORPORATION LTD
Co. Reg. No. 199805196H

**CONVERSION OF CONVERTIBLE LOAN INTO SHARES
OF CYBINT INTERNATIONAL PTE. LTD.**

The Board of Directors (the "**Board**") of Chip Eng Seng Corporation Ltd. (the "**Company**") refers to the announcement dated 23 December 2019 (*Provision of Convertible Loan to Cybint International Pte. Ltd.*) in relation to the provision of a US\$4.95 million convertible loan (the "**Convertible Loan**") by its wholly-owned subsidiary, CES Edutech Pte. Ltd. ("**CES Edutech**") to Cybint International Pte. Ltd. ("**CIPL**"), and the announcement dated 13 January 2020 in relation to the disbursement of the Convertible Loan.

The Board wishes to announce that CES Edutech has on 3 September 2020, fully converted the Convertible Loan into 5,000 issued and fully paid-up ordinary shares of CIPL (the "**Conversion Shares**"), representing 33.33% of the enlarged issued and paid-up share capital of CIPL. Following such conversion, CIPL is now an associated company of the Company.

Based on the latest unaudited management accounts of CIPL as at 30 June 2020, the net asset value attributable to the Conversion Shares was approximately negative US\$0.52 million.

The conversion of the Convertible Loan and the resulting ownership of shares in CIPL are not expected to have a significant impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2020.

None of the Directors and, to the best of the Directors' knowledge, none of the substantial shareholders of the Company has any interest, direct or indirect, in the investment in CIPL, other than through their respective shareholdings and/or directorships, as the case may be, in the Company.

Submitted by Tan Tee How, Executive Director, on 3 September 2020 to SGX